

Form **1120S****U.S. Income Tax Return for an S Corporation**

OMB No. 1545-0123

Department of the Treasury
Internal Revenue Service▶ Do not file this form unless the corporation has filed or is
attaching Form 2553 to elect to be an S corporation.▶ Go to www.irs.gov/Form1120S for instructions and the latest information.**2018**

For calendar year 2018 or tax year beginning , 2018, ending , 20

A S election effective date 10/01/2011	TYPE OR PRINT	Name Ryan's Electrical Services, LLC	D Employer identification number [REDACTED]
B Business activity code number (see instructions) 238210		Number, street, and room or suite no. If a P.O. box, see instructions. 2917 Falls Ave,	E Date incorporated 10/01/2011
C Check if Sch. M-3 attached <input type="checkbox"/>		City or town, state or province, country, and ZIP or foreign postal code Waterloo IA 50701	F Total assets (see instructions) \$ 2,051,369.

G Is the corporation electing to be an S corporation beginning with this tax year? ☐ Yes ☒ No If "Yes," attach Form 2553 if not already filed**H** Check if: (1) ☐ Final return (2) ☐ Name change (3) ☐ Address change (4) ☐ Amended return (5) ☐ S election termination or revocation**I** Enter the number of shareholders who were shareholders during any part of the tax year 1**Caution:** Include only trade or business income and expenses on lines 1a through 21. See the instructions for more information.

Income	1a Gross receipts or sales	1a 5,367,532.	
	b Returns and allowances	1b 6,800.	
	c Balance. Subtract line 1b from line 1a	1c 5,360,732.	
	2 Cost of goods sold (attach Form 1125-A)	2 3,672,449.	
	3 Gross profit. Subtract line 2 from line 1c	3 1,688,283.	
	4 Net gain (loss) from Form 4797, line 17 (attach Form 4797)	4	
5 Other income (loss) (see instructions—attach statement)	5		
6 Total income (loss). Add lines 3 through 5	6 1,688,283.		
Deductions (see instructions for limitations)	7 Compensation of officers (see instructions—attach Form 1125-E)	7 160,037.	
	8 Salaries and wages (less employment credits)	8 702,995.	
	9 Repairs and maintenance	9 7,214.	
	10 Bad debts	10 78.	
	11 Rents	11 102,855.	
	12 Taxes and licenses	12 165,214.	
	13 Interest (see instructions)	13 117,525.	
	14 Depreciation not claimed on Form 1125-A or elsewhere on return (attach Form 4562)	14 50,897.	
	15 Depletion (Do not deduct oil and gas depletion.)	15	
	16 Advertising	16 254.	
	17 Pension, profit-sharing, etc., plans	17	
	18 Employee benefit programs	18 62,796.	
	19 Other deductions (attach statement) See Statement	19 500,957.	
	20 Total deductions. Add lines 7 through 19	20 1,870,822.	
	21 Ordinary business income (loss). Subtract line 20 from line 6	21 -182,539.	
Tax and Payments	22a Excess net passive income or LIFO recapture tax (see instructions)	22a	
	b Tax from Schedule D (Form 1120S)	22b	
	c Add lines 22a and 22b (see instructions for additional taxes)	22c	
	23a 2018 estimated tax payments and 2017 overpayment credited to 2018	23a	
	b Tax deposited with Form 7004	23b 0.	
	c Credit for federal tax paid on fuels (attach Form 4136)	23c	
	d Refundable credit from Form 8827, line 8c	23d	
	e Add lines 23a through 23d	23e 0.	
	24 Estimated tax penalty (see instructions). Check if Form 2220 is attached <input type="checkbox"/>	24	
	25 Amount owed. If line 23e is smaller than the total of lines 22c and 24, enter amount owed	25 0.	
	26 Overpayment. If line 23e is larger than the total of lines 22c and 24, enter amount overpaid	26	
27 Enter amount from line 26: Credited to 2019 estimated tax ▶ Refunded ▶	27		

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

**Sign
Here**

Signature of officer	Date	President

May the IRS discuss this return
with the preparer shown below
(see instructions)? ☒ Yes ☐ No**Paid
Preparer
Use Only**

Print/Type preparer's name Craig Brandt	Preparer's signature 	Date 07/09/2019	Check <input type="checkbox"/> If self-employed PTIN P00492743
Firm's name Small Business Resources LC	Firm's EIN [REDACTED]	Phone no. (515) 964-4977	
Firm's address 114 NW 5th St., Suite 201 Ankeny IA 50023-1742			

For Paperwork Reduction Act Notice, see separate instructions.BAA

REV 02/22/19 PRO Form **1120S** (2018)

1	Check accounting method:	a	<input type="checkbox"/> Cash	b	<input checked="" type="checkbox"/> Accrual	Yes	No
		c	<input type="checkbox"/> Other (specify) ▶				

- | | | | |
|---|---|-----|----|
| 1 | Check accounting method: a <input type="checkbox"/> Cash b <input checked="" type="checkbox"/> Accrual
c <input type="checkbox"/> Other (specify) ▶ _____ | Yes | No |
| 2 | See the instructions and enter the:
a Business activity ▶ <u>Construction</u> b Product or service ▶ <u>Electrical Contractor</u> | | |
| 3 | At any time during the tax year, was any shareholder of the corporation a disregarded entity, a trust, an estate, or a nominee or similar person? If "Yes," attach Schedule B-1, Information on Certain Shareholders of an S Corporation . . . | | X |
| 4 | At the end of the tax year, did the corporation:
a Own directly 20% or more, or own, directly or indirectly, 50% or more of the total stock issued and outstanding of any foreign or domestic corporation? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below | | X |

(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage of Stock Owned	(v) If Percentage in (iv) is 100%, Enter the Date (if any) a Qualified Subchapter S Subsidiary Election Was Made

- | | | | |
|---|---|---|--|
| b | Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below | X | |
|---|---|---|--|

(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity	(iv) Country of Organization	(v) Maximum Percentage Owned in Profit, Loss, or Capital
RJ Management, LLC	20-1941597	Partnership	US	50.000

- | | | | |
|----|--|--|---|
| 5a | At the end of the tax year, did the corporation have any outstanding shares of restricted stock? | | X |
| | If "Yes," complete lines (i) and (ii) below. | | |

- | | | | |
|------|--------------------------------------|-----------|-----------|
| (i) | Total shares of restricted stock | 1,000,000 | 1,000,000 |
| (ii) | Total shares of non-restricted stock | 1,000,000 | 1,000,000 |

- | | | |
|---|--|---|
| b At the end of the tax year, did the corporation have any outstanding stock options, warrants, or similar instruments? | | X |
| If "Yes," complete lines (i) and (ii) below. | | |

- (i) Total shares of stock outstanding at the end of the tax year ▶ _____
- (ii) Total shares of stock outstanding if all instruments were executed ▶ _____

- | | | |
|---|--|-------------------------------------|
| 6 | Has this corporation filed, or is it required to file, Form 8918 , Material Advisor Disclosure Statement, to provide information on any reportable transaction? | <input checked="" type="checkbox"/> |
|---|--|-------------------------------------|

- 7 Check this box if the corporation issued publicly offered debt instruments with original issue discount ☐
 If checked, the corporation may have to file **Form 8281**, Information Return for Publicly Offered Original Issue Discount Instruments.

- 8 If the corporation (a) was a C corporation before it elected to be an S corporation or the corporation acquired an asset with a basis determined by reference to the basis of the asset (or the basis of any other property) in the hands of a C corporation and (b) has net unrealized built-in gain in excess of the net recognized built-in gain from prior years, enter the net unrealized built-in gain reduced by net recognized built-in gain from prior years (see instructions) ► \$

- | | | |
|---|---|---|
| 9 | Did the corporation have an election under section 163(j) for any real property trade or business or any farming business in effect during the tax year? See instructions | X |
|---|---|---|

- | | | | |
|----|---|---|--|
| 10 | Does the corporation satisfy one of the following conditions and the corporation doesn't own a pass-through entity with current year, or prior year carryover, excess business interest expense? See instructions | X | |
|----|---|---|--|

- a The corporation's aggregate average annual gross receipts (determined under section 448(c)) for the 3 tax years preceding the current tax year don't exceed \$25 million, and the corporation isn't a tax shelter; or

- b The corporation only has business interest expense from (1) an electing real property trade or business, (2) an electing farming business, or (3) certain utility businesses under section 163(i)(7).

- If "No," complete and attach Form 8990.

- 11 Does the corporation satisfy **both** of the following conditions?

- | | | |
|---|---|-------------------------------------|
| a | The corporation's total receipts (see instructions) for the tax year were less than \$250,000 | <input type="checkbox"/> |
| b | The corporation's total assets at the end of the tax year were less than \$250,000 | <input checked="" type="checkbox"/> |

- If "Yes," the corporation is not required to complete Schedules L and M-1.

Schedule B Other Information (see instructions) (continued)		Yes	No
12	During the tax year, did the corporation have any non-shareholder debt that was canceled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt? If "Yes," enter the amount of principal reduction ▶ \$		X
13	During the tax year, was a qualified subchapter S subsidiary election terminated or revoked? If "Yes," see instructions		X
14a	Did the corporation make any payments in 2018 that would require it to file Form(s) 1099?	X	
b	If "Yes," did the corporation file or will it file required Forms 1099?	X	
15	Is the corporation attaching Form 8996 to certify as a Qualified Opportunity Fund? If "Yes," enter the amount from Form 8996, line 13 ▶ \$		X

Schedule K Shareholders' Pro Rata Share Items		Total amount	
Income (Loss)	1 Ordinary business income (loss) (page 1, line 21)	1	-182,539.
	2 Net rental real estate income (loss) (attach Form 8825)	2	
	3a Other gross rental income (loss) 3a		
	b Expenses from other rental activities (attach statement) 3b		
	c Other net rental income (loss). Subtract line 3b from line 3a 3c		
	4 Interest income 4		
	5 Dividends: a Ordinary dividends 5a b Qualified dividends 5b		
	6 Royalties 6		
	7 Net short-term capital gain (loss) (attach Schedule D (Form 1120S)) 7		
	8a Net long-term capital gain (loss) (attach Schedule D (Form 1120S)) 8a b Collectibles (28%) gain (loss) 8b c Unrecaptured section 1250 gain (attach statement) 8c		
9 Net section 1231 gain (loss) (attach Form 4797) 9			
10 Other income (loss) (see instructions) Type ▶ 10			
Deductions	11 Section 179 deduction (attach Form 4562) 11		
	12a Charitable contributions Donations. 12a 368.		
	b Investment interest expense 12b		
	c Section 59(e)(2) expenditures (1) Type ▶ (2) Amount ▶ 12c(2)		
d Other deductions (see instructions) Type ▶ 12d			
Credits	13a Low-income housing credit (section 42(j)(5)) 13a		
	b Low-income housing credit (other) 13b		
	c Qualified rehabilitation expenditures (rental real estate) (attach Form 3468, if applicable) 13c		
	d Other rental real estate credits (see instructions) Type ▶ 13d		
	e Other rental credits (see instructions) Type ▶ 13e		
	f Biofuel producer credit (attach Form 6478) 13f		
	g Other credits (see instructions) Type ▶ 13g		
Foreign Transactions	14a Name of country or U.S. possession ▶ 14a		
	b Gross income from all sources 14b		
	c Gross income sourced at shareholder level 14c Foreign gross income sourced at corporate level		
	d Section 951A category 14d		
	e Foreign branch category 14e		
	f Passive category 14f		
	g General category 14g		
	h Other (attach statement) 14h Deductions allocated and apportioned at shareholder level		
	i Interest expense 14i		
	j Other 14j Deductions allocated and apportioned at corporate level to foreign source income		
	k Section 951A category 14k		
	l Foreign branch category 14l		
	m Passive category 14m		
	n General category 14n		
	o Other (attach statement) 14o Other information		
	p Total foreign taxes (check one): ▶ <input type="checkbox"/> Paid <input type="checkbox"/> Accrued 14p		
	q Reduction in taxes available for credit (attach statement) 14q		
	r Other foreign tax information (attach statement)		

Schedule K Shareholders' Pro Rata Share Items (continued)		Total amount	
Alternative Minimum Tax (AMT) Items	15a Post-1986 depreciation adjustment	15a	3,315.
	b Adjusted gain or loss	15b	
	c Depletion (other than oil and gas)	15c	
	d Oil, gas, and geothermal properties—gross income	15d	
	e Oil, gas, and geothermal properties—deductions	15e	
	f Other AMT items (attach statement)	15f	
Items Affecting Shareholder Basis	16a Tax-exempt interest income	16a	
	b Other tax-exempt income	16b	
	c Nondeductible expenses	16c	35,022.
	d Distributions (attach statement if required) (see instructions)	16d	
	e Repayment of loans from shareholders	16e	
Other Information	17a Investment income	17a	
	b Investment expenses	17b	
	c Dividend distributions paid from accumulated earnings and profits	17c	
	d Other items and amounts (attach statement) See Sch K, Line 17d(I) Stmt		
Reconciliation	18 Income/loss reconciliation. Combine the amounts on lines 1 through 10 in the far right column. From the result, subtract the sum of the amounts on lines 11 through 12d and 14p	18	-182,907.

Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1	Cash		8,589.		4,023.
2a	Trade notes and accounts receivable	1,041,620.		1,340,994.	
b	Less allowance for bad debts	(10,000.)	1,031,620.	(10,000.)	1,330,994.
3	Inventories		292,528.		281,473.
4	U.S. government obligations				
5	Tax-exempt securities (see instructions)				
6	Other current assets (attach statement) Ln 6. St		46,385.		115,369.
7	Loans to shareholders		119,402.		137,107.
8	Mortgage and real estate loans				
9	Other investments (attach statement)				
10a	Buildings and other depreciable assets	594,357.		644,370.	
b	Less accumulated depreciation	(410,402.)	183,955.	(465,717.)	178,653.
11a	Depletable assets				
b	Less accumulated depletion	()		()	
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization	()		()	
14	Other assets (attach statement) Ln 14. St		3,750.		3,750.
15	Total assets		1,686,229.		2,051,369.
Liabilities and Shareholders' Equity					
16	Accounts payable		1,067,125.		729,319.
17	Mortgages, notes, bonds payable in less than 1 year		539,248.		669,229.
18	Other current liabilities (attach statement) Ln 18 St		317,601.		598,795.
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more		172,002.		686,119.
21	Other liabilities (attach statement)				
22	Capital stock		100.		100.
23	Additional paid-in capital				
24	Retained earnings		-409,847.		-632,193.
25	Adjustments to shareholders' equity (attach statement)				
26	Less cost of treasury stock		()		()
27	Total liabilities and shareholders' equity		1,686,229.		2,051,369.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return**Note:** The corporation may be required to file Schedule M-3 (see instructions)

1	Net income (loss) per books	-222,346.	5	Income recorded on books this year not included on Schedule K, lines 1 through 10 (itemize):	
2	Income included on Schedule K, lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9, and 10, not recorded on books this year (itemize)		a	Tax-exempt interest \$	
3	Expenses recorded on books this year not included on Schedule K, lines 1 through 12 and 14p (itemize):		6	Deductions included on Schedule K, lines 1 through 12 and 14p, not charged against book income this year (itemize):	
a	Depreciation \$	4,417.	a	Depreciation \$	
b	Travel and entertainment \$	8,770.	7	Add lines 5 and 6	
	See M-1, Line 3 Stmt	26,252.	8	Income (loss) (Schedule K, line 18). Line 4 less line 7	-182,907.
4	Add lines 1 through 3	-182,907.			

Schedule M-2 Analysis of Accumulated Adjustments Account, Shareholders' Undistributed Taxable Income Previously Taxed, Accumulated Earnings and Profits, and Other Adjustments Account
(see instructions)

	(a) Accumulated adjustments account	(b) Shareholders' undistributed taxable income previously taxed	(c) Accumulated earnings and profits	(d) Other adjustments account
1	Balance at beginning of tax year	-613,067.		
2	Ordinary income from page 1, line 21			
3	Other additions			
4	Loss from page 1, line 21	(182,539.)		
5	Other reductions See M-2 Line 5 Stmt.	(35,390.)		
6	Combine lines 1 through 5	-830,996.		
7	Distributions			
8	Balance at end of tax year. Subtract line 7 from line 6	-830,996.		

(Rev. November 2018)

Department of the Treasury
Internal Revenue Service▶ Attach to Form 1120, 1120-C, 1120-F, 1120S, or 1065.
▶ Go to www.irs.gov/Form1125A for the latest information.

Name		Employer identification number
Ryan's Electrical Services, LLC		
1	Inventory at beginning of year	292,528
2	Purchases	1,799,918
3	Cost of labor	1,704,179
4	Additional section 263A costs (attach schedule)	
5	Other costs (attach schedule) See Statement	157,297
6	Total. Add lines 1 through 5	3,953,922
7	Inventory at end of year	281,473
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on Form 1120, page 1, line 2 or the appropriate line of your tax return. See instructions	3,672,449

9a Check all methods used for valuing closing inventory:

(i) ☒ Cost

(ii) ☐ Lower of cost or market

(iii) ☐ Other (Specify method used and attach explanation.) ▶

b Check if there was a writedown of subnormal goods ▶ ☐

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶ ☐

d If the LIFO inventory method was used for this tax year, enter amount of closing inventory computed under LIFO **9d**

e If property is produced or acquired for resale, do the rules of section 263A apply to the entity? See instructions ☐ Yes ☒ No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation ☐ Yes ☒ No

Section references are to the Internal Revenue Code unless otherwise noted.

What's New

Small business taxpayers. For tax years beginning after December 31, 2017, the following apply.

- A small business taxpayer (defined below), may use a method of accounting for inventories that either: (1) treats inventories as nonincidental materials and supplies, or (2) conforms to the taxpayer's financial accounting treatment of inventories.
- A small business taxpayer is not required to capitalize costs under section 263A.

General Instructions

Purpose of Form

Use Form 1125-A to calculate and deduct cost of goods sold for certain entities.

Who Must File

Filers of Form 1120, 1120-C, 1120-F, 1120S, or 1065, must complete and attach Form 1125-A if the applicable entity reports a deduction for cost of goods sold.

Inventories

Generally, inventories are required at the beginning and end of each tax year if the production, purchase, or sale of

merchandise is an income-producing factor. See Regulations section 1.471-1. If inventories are required, you generally must use an accrual method of accounting for sales and purchases of inventory items.

Exception for certain taxpayers. A small business taxpayer (defined below), can adopt or change its accounting method to account for inventories in the same manner as material and supplies that are non-incidental, or conform to its treatment of inventories in an applicable financial statement (as defined in section 451(b)(3)), or if it does not have an applicable financial statement, the method of accounting used in its books and records prepared in accordance with its accounting procedures. See section 471(c)(3).

A small business taxpayer claiming exemption from the requirement to keep inventories is changing its method of accounting for purposes of section 481. For additional guidance on this method of accounting, see Pub. 538, Accounting Periods and Methods. For guidance on changing to this method of accounting, see Form 3115 and the Instructions for Form 3115.

Small business taxpayer. A small business taxpayer is a taxpayer that (a) has average annual gross receipts of \$25 million or less (indexed for inflation) for the 3 prior tax years, and (b) is not a tax shelter (as defined in section 448(d)(3)). See Pub. 538.

Uniform capitalization rules. The uniform capitalization rules of section 263A generally require you to capitalize, or include in inventory, certain costs incurred in connection with the following.

- The production of real property and tangible personal property held in inventory or held for sale in the ordinary course of business.
- Real property or personal property (tangible and intangible) acquired for resale.
- The production of real property and tangible personal property for use in its trade or business or in an activity engaged in for profit.

A small business taxpayer (defined above) is not required to capitalize costs under section 263A. See section 263A(i).

See the discussion on section 263A uniform capitalization rules in the instructions for your tax return before completing Form 1125-A. Also see Regulations sections 1.263A-1 through 1.263A-3. See Regulations section 1.263A-4 for rules for property produced in a farming business.

Compensation of Officers

OMB No. 1545-0123

▶ Attach to Form 1120, 1120-C, 1120-F, 1120-REIT, 1120-RIC, or 1120S.
▶ Information about Form 1125-E and its separate instructions is at www.irs.gov/form1125e.

lame

Ryan's Electrical Services, LLC

Employer identification number

Note: Complete Form 1125-E only if total receipts are \$500,000 or more. See instructions for definition of total receipts.

(a) Name of officer	(b) Social security number (see instructions)	(c) Percent of time devoted to business	Percent of stock owned		(f) Amount of compensation
			(d) Common	(e) Preferred	
1 Ryan J. Etten	[REDACTED]	100 %	100 %	%	160,037.
		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
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		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
2 Total compensation of officers				2	160,037.
3 Compensation of officers claimed on Form 1125-A or elsewhere on return				3	
4 Subtract line 3 from line 2. Enter the result here and on Form 1120, page 1, line 12 or the appropriate line of your tax return				4	160,037.

Schedule K-1
(Form 1120S)Department of the Treasury
Internal Revenue Service**2018**

For calendar year 2018, or tax year

beginning / / 2018 ending / /**Shareholder's Share of Income, Deductions, Credits, etc.**

▶ See back of form and separate instructions.

Part I Information About the Corporation

- A** Corporation's employer identification number
[REDACTED]
- B** Corporation's name, address, city, state, and ZIP code
Ryan's Electrical Services, LLC

2917 Falls Ave,
Waterloo IA 50701
- C** IRS Center where corporation filed return
Ogden, UT 84201-0013

Part II Information About the Shareholder

- D** Shareholder's identifying number
[REDACTED]
- E** Shareholder's name, address, city, state, and ZIP code
Ryan J. Etten

5041 Southfork Ln
Waterloo IA 50701

- F** Shareholder's percentage of stock ownership for tax year 100.00000 %

For IRS Use Only

☐ Final K-1☐ Amended K-1

OMB No. 1545-0123

Part III Shareholder's Share of Current Year Income, Deductions, Credits, and Other Items

1	Ordinary business income (loss)	13	Credits
	-182,539.		
2	Net rental real estate income (loss)		
3	Other net rental income (loss)		
4	Interest income		
5a	Ordinary dividends		
5b	Qualified dividends	14	Foreign transactions
6	Royalties		
7	Net short-term capital gain (loss)		
8a	Net long-term capital gain (loss)		
8b	Collectibles (28%) gain (loss)		
8c	Unrecaptured section 1250 gain		
9	Net section 1231 gain (loss)		
10	Other income (loss)	15	Alternative minimum tax (AMT) items
		A	3,315.
11	Section 179 deduction	16	Items affecting shareholder basis
		C	35,022.
12	Other deductions		
A	368.		
		17	Other information
		V	-182,539.
		W	1,875,245.
		X	616,952.

* See attached statement for additional information.

This list identifies the codes used on Schedule K-1 for all shareholders and provides summarized reporting information for shareholders who file Form 1040. For detailed reporting and filing information, see the separate Shareholder's Instructions for Schedule K-1 and the instructions for your income tax return.

	Report on	Code	Report on
1. Ordinary business income (loss). Determine whether the income (loss) is passive or nonpassive and enter on your return as follows:		O Backup withholding	See the Shareholder's Instructions
Passive loss	See the Shareholder's Instructions	P Other credits	See the Shareholder's Instructions
Passive income	Schedule E, line 28, column (h)		
Nonpassive loss	See the Shareholder's Instructions		
Nonpassive income	Schedule E, line 28, column (k)		
2. Net rental real estate income (loss)	See the Shareholder's Instructions	14. Foreign transactions	
3. Other net rental income (loss)		A Name of country or U.S. possession	Form 1116, Part I
Net income	Schedule E, line 28, column (h)	B Gross income from all sources	
Net loss	See the Shareholder's Instructions	C Gross income sourced at shareholder level	
4. Interest income	Form 1040, line 2b	<i>Foreign gross income sourced at corporate level</i>	
5a. Ordinary dividends	Form 1040, line 3b	D Section 951A category	Form 1116, Part I
5b. Qualified dividends	Form 1040, line 3a	E Foreign branch category	
6. Royalties	Schedule E, line 4	F Passive category	
7. Net short-term capital gain (loss)	Schedule D, line 5	G General category	
8a. Net long-term capital gain (loss)	Schedule D, line 12	H Other	
8b. Collectibles (28%) gain (loss)	28% Rate Gain Worksheet, line 4 (Schedule D Instructions)	<i>Deductions allocated and apportioned at shareholder level</i>	
8c. Unrecaptured section 1250 gain	See the Shareholder's Instructions	I Interest expense	Form 1116, Part I
9. Net section 1231 gain (loss)	See the Shareholder's Instructions	J Other	Form 1116, Part I
10. Other Income (loss)		<i>Deductions allocated and apportioned at corporate level to foreign source income</i>	
Code		K Section 951A category	Form 1116, Part I
A Other portfolio income (loss)	See the Shareholder's Instructions	L Foreign branch category	
B Involuntary conversions	See the Shareholder's Instructions	M Passive category	
C Sec. 1256 contracts & straddles	Form 6781, line 1	N General category	
D Mining exploration costs recapture	See Pub. 535	O Other	
E Section 951A income	See the Shareholder's Instructions	<i>Other Information</i>	
F Section 965(a) inclusion		P Total foreign taxes paid	Form 1116, Part II
G Subpart F income other than sections 951A and 965 inclusion		Q Total foreign taxes accrued	Form 1116, Part II
H Other income (loss)		R Reduction in taxes available for credit	Form 1116, line 12
11. Section 179 deduction	See the Shareholder's Instructions	S Foreign trading gross receipts	Form 8873
12. Other deductions		T Extraterritorial income exclusion	Form 8873
A Cash contributions (60%)	See the Shareholder's Instructions	U Section 965 Information	See the Shareholder's Instructions
B Cash contributions (30%)		V Other foreign transactions	See the Shareholder's Instructions
C Noncash contributions (50%)		15. Alternative minimum tax (AMT) items	
D Noncash contributions (30%)		A Post-1986 depreciation adjustment	See the Shareholder's Instructions and the Instructions for Form 6251
E Capital gain property to a 50% organization (30%)	See the Shareholder's Instructions	B Adjusted gain or loss	
F Capital gain property (20%)		C Depletion (other than oil & gas)	
G Contributions (100%)		D Oil, gas, & geothermal—gross income	
H Investment interest expense	Form 4952, line 1	E Oil, gas, & geothermal—deductions	
I Deductions—royalty income	Schedule E, line 19	F Other AMT items	
J Section 59(e)(2) expenditures	See the Shareholder's Instructions	16. Items affecting shareholder basis	
K Section 965(c) deduction	See the Shareholder's Instructions	A Tax-exempt interest income	Form 1040, line 2a
L Deductions—portfolio (other)	Schedule A, line 16	B Other tax-exempt income	See the Shareholder's Instructions
M Preproductive period expenses	See the Shareholder's Instructions	C Nondeductible expenses	
N Commercial revitalization deduction from rental real estate activities	See Form 8582 instructions	D Distributions	
O Reforestation expense deduction through R	Reserved for future use	E Repayment of loans from shareholders	
P through R	See the Shareholder's Instructions	17. Other Information	
S Other deductions	See the Shareholder's Instructions	A Investment income	Form 4952, line 4a
13. Credits		B Investment expenses	Form 4952, line 5
A Low-income housing credit (section 42(j)(5)) from pre-2008 buildings	See the Shareholder's Instructions	C Qualified rehabilitation expenditures (other than rental real estate)	See the Shareholder's Instructions
B Low-income housing credit (other) from pre-2008 buildings		D Basis of energy property	See the Shareholder's Instructions
C Low-income housing credit (section 42(j)(5)) from post-2007 buildings		E Recapture of low-income housing credit (section 42(j)(5))	Form 8611, line 8
D Low-income housing credit (other) from post-2007 buildings		F Recapture of low-income housing credit (other)	Form 8611, line 8
E Qualified rehabilitation expenditures (rental real estate)	See the Shareholder's Instructions	G Recapture of investment credit	See Form 4255
F Other rental real estate credits		H Recapture of other credits	See the Shareholder's Instructions
G Other rental credits		I Look-back interest—completed long-term contracts	See Form 8697
H Undistributed capital gains credit		J Look-back interest—income forecast method	See Form 8866
I Biofuel producer credit	See the Shareholder's Instructions	K Dispositions of property with section 179 deductions	See the Shareholder's Instructions
J Work opportunity credit		L Recapture of section 179 deduction through U	
K Disabled access credit		V Section 199A income	
L Empowerment zone employment credit		W Section 199A W-2 wages	
M Credit for increasing research activities	See the Shareholder's Instructions	X Section 199A unadjusted basis	See the Shareholder's Instructions
N Credit for employer social security and Medicare taxes		Y Section 199A REIT dividends	
		Z Section 199A PTP income	
		AA Excess taxable income	
		AB Excess business interest income	
		AC Other information	

Additional information from your Schedule K-1: Shareholder's Share of Income, Deductions, Credits, etc. (Ryan J. Etten)

Schedule K-1: Shareholder's Share of Income, Deductions, Credits, etc. (Ryan J. Etten)

Supplemental Information

Continuation Statement

Description	Amount
MEDICAL INSURANCE PREMIUMS PAID FOR > 2% SHAREHOLDER	10,037.
SHAREHOLDER DISTRIBUTIONS IN EXCESS OF BASIS	17,705.

Name as Shown on Return

Ryan's Electrical Services, LLC

Employer Identification No.

[REDACTED]

Shareholder Name

Ryan J. Etten

ID Number

[REDACTED]

Shareholders's Share of Section 199A Information

Activity	QBI Code V	Wages Code W	UBIA Code X	REIT Div Code Y	PTP Inc Code Z	SS TB
1120S Line 21	-182,539.	1,875,245.	616,952.			
Totals	-182,539.	1,875,245.	616,952.	0.	0.	

Note: Section 179 deductions are included in QBI

Depreciation and Amortization
(Including Information on Listed Property)

OMB No. 1545-0172

2018Attachment
Sequence No. **179**Department of the Treasury
Internal Revenue Service (99)

▶ Attach to your tax return.

▶ Go to www.irs.gov/Form4562 for instructions and the latest information.

Name(s) shown on return

Ryan's Electrical Services, LLC

Business or activity to which this form relates

Form 1120S Construction

Identifying number

Part I Election To Expense Certain Property Under Section 179**Note:** If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions)	1	1,000,000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	2,500,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2017 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5. See instructions	11	
12	Section 179 expense deduction. Add lines 9 and 10, but don't enter more than line 11	12	
13	Carryover of disallowed deduction to 2019. Add lines 9 and 10, less line 12	13	

Note: Don't use Part II or Part III below for listed property. Instead, use Part V.**Part II Special Depreciation Allowance and Other Depreciation (Don't include listed property. See instructions.)**

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year. See instructions	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	

Part III MACRS Depreciation (Don't include listed property. See instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2018	17	16,676.
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

Section B—Assets Placed in Service During 2018 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only—see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property		50,014.	5.00	HY	200 DB	10,003.
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property			27.5 yrs.	MM	S/L	
i Nonresidential real property			27.5 yrs.	MM	S/L	
			39 yrs.	MM	S/L	
				MM	S/L	

Section C—Assets Placed in Service During 2018 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 30-year			30 yrs.	MM	S/L	
d 40-year			40 yrs.	MM	S/L	

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	24,218.
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations—see instructions	22	50,897.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Part V Listed Property (Include automobiles, certain other vehicles, certain aircraft, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete **only** 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A—Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No						24b If "Yes," is the evidence written? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/Convention	(h) Depreciation deduction	(i) Elected section 179 cost	
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use. See instructions . 25									
26 Property used more than 50% in a qualified business use:									
'05 Dodge Caravan: 10462780/5277545	10/01/2011	100.00%	1,800.	1,800.	5.00	200 DB-MC	0.		
'06 Ford Freestar	10/01/2011	100.00%	3,175.	3,175.	5.00	200 DB-MC	0.		
See Additional Listed Property Statement		%					24,218.		
27 Property used 50% or less in a qualified business use:									
		%				S/L -			
		%				S/L -			
		%				S/L -			
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1 .							28	24,218.	
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1 .							29		

Section B—Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1		(b) Vehicle 2		(c) Vehicle 3		(d) Vehicle 4		(e) Vehicle 5		(f) Vehicle 6	
30 Total business/investment miles driven during the year (don't include commuting miles) .												
31 Total commuting miles driven during the year .												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year. Add lines 30 through 32												
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use?												

Section C—Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who aren't more than 5% owners or related persons. See instructions.

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? See instructions.		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," don't complete Section B for the covered vehicles.

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2018 tax year (see instructions):					
43 Amortization of costs that began before your 2018 tax year					43
44 Total. Add amounts in column (f). See the instructions for where to report					44

Name as Shown on Return

Ryan's Electrical Services, LLC

Employer Identification No.

Activity	Total Amounts By Activity			REIT Div Code Y	PTP Inc Code Z	SS TB
	QBI Code V	Wages Code W	UBIA Code X			
1120S Line 21	-182,539.	1,875,245.	616,952.			
Totals	-182,539.	1,875,245.	616,952.	0.	0.	

Check box to opt out of including Sec 179 deduction in QBI ☐

**Form 1120S
Schedule L**

Other Assets

2018

Name

Ryan's Electrical Services, LLC

Employer ID Number

Other Current Assets:	Beginning of tax year	End of tax year
Retention Receivable	46,385.	103,207.
Prepaid Insurance		12,162.
Total to Form 1120S, Schedule L, line 6 ▶	46,385.	115,369.
Other Investments:	Beginning of tax year	End of tax year
Total to Form 1120S, Schedule L, line 9 ▶		
Other Assets:	Beginning of tax year	End of tax year
Security Deposits	3,750.	3,750.
Total to Form 1120S, Schedule L, line 14 ▶	3,750.	3,750.

Name	Employer ID Number
Ryan's Electrical Services, LLC	[REDACTED]

Other Current Liabilities:	Beginning of tax year	End of tax year
Over Billings	73,709.	85,523.
Credit Cards Payable	81,558.	103,284.
401(k) Payable	6,018.	35,116.
Accrued Interest Payable	3,639.	3,475.
Accrued Payroll	36,930.	41,535.
Accrued Vacation	45,438.	45,438.
Payroll Liabilities	64,857.	261,113.
Sales Tax Payable	5,452.	76.
Bank Overdrafts		23,235.
Total to Form 1120S, Schedule L, line 18	317,601.	598,795.
Other Liabilities:	Beginning of tax year	End of tax year
Total to Form 1120S, Schedule L, line 21		
Adjustments to Shareholders' Equity:	Beginning of tax year	End of tax year
Total to Form 1120S, Schedule L, line 25		

**Special Depreciation Allowance Elections under
IRC Section 168(k)(5) and IRC Section 168(k)(7),**

► Attach to your income tax return

Name(s) Shown on Return

Ryan's Electrical Services, LLC

Identification Number

[REDACTED]

Tax Year: December 31, 2018

**Special Depreciation Allowance Election under
IRC Section 168(k)(5)**

Taxpayer hereby elects the application of IRC Section 168(k)(5) to the
following specified plant(s) for tax year ending:

Description of Property	Special Depr. Allowance

Election Out of Qualified Economic Stimulus Property

Attach to your return

Taxpayer hereby elects under IRC Section 168(k)(7) out of having Qualified
Economic Stimulus property for the following asset classes placed in service during
the tax year ending:

December 31, 2018

ALL ELIGIBLE CLASSES OF PROPERTY

Section 1.263(a)-1(f)

▶ Attach to your Income tax return

Name(s) Shown on Return

Ryan's Electrical Services, LLC

Identification Number

Tax Year: 2018**Section 1.263(a)-1(f)
De Minimis Safe Harbor Election**

The taxpayer elects to make the de minimis safe harbor election under the Regulation 1.263(a)-1(f)

Name:

Ryan's Electrical Services, LLC

Address:

2917 Falls Ave., Waterloo IA 50701

Identification Number:

Miscellaneous Statement

2018

Name Ryan's Electrical Services, LLC		Identification Number [REDACTED]
Line 7		
Shareholder health insurance premiums of \$10,037 were not included on shareholder W-2. They have been treated as wages on Form 1120S (IRB 2008-2)		
Total		

Additional information from your 2018 US Form 1120S: Income Tax Return for S Corp**Form 1120S: S-Corporation Tax Return****Sch K, Line 17d(II), Other Items and Amounts****Continuation Statement**

Description	Amount
Medical insurance premiums paid for > 2% shareholder	10,037.
Total	10,037.

Form 1120S: S-Corporation Tax Return**Other Deductions****Continuation Statement**

Description	Amount
Automobile and truck expense	189,289.
Bank charges	6,391.
Dues and subscriptions	24,759.
Insurance	119,162.
Legal and professional	5,173.
Meals (50%)	8,771.
Office expense	61,547.
Telephone	28,640.
Training/continuing education	658.
Travel	22,472.
Utilities	15,828.
Computer and Internet Expenses	18,267.
Total	500,957.

Form 1120S: S-Corporation Tax Return**Sch K, Line 17d(I), Other Items and Amounts****Continuation Statement**

Code	Description	Amount
V	Section 199A income	-182,539.
W	Section 199A W-2 wages	1,875,245.
X	Section 199A unadjusted basis	616,952.
	Total	2,309,658.

Form 1120S: S-Corporation Tax Return**M-1, Line 3, Expenses Recorded on Books, Not Included on Schedule K-1****Continuation Statement**

Description	Amount
Fines and penalties	12,667.
Life insurance premiums	12,351.
Misc Non-deductible Expense	1,234.
Total	26,252.

Form 1120S: S-Corporation Tax Return
M-2 Line 5, Other Reductions
Continuation Statement

Description	AAA Amount	OAA Amount
Charitable contributions	368.	
Meals and entertainment	8,770.	
Fines and penalties	12,667.	
Life insurance premiums	12,351.	
Misc Non-deductible Expense	1,234.	
Total	35,390.	

Form 1125-A: Cost of Goods Sold
Other Costs Statement
Continuation Statement

Other Cost	Other Amount
Cost Equipment Rental	116,957
Other Job Related Costs:Other	14,178
Tools and Small Equipment	26,162
Total	157,297

Form 4562 (Form 1120S Construction): Depreciation and Amortization
Line 26 Additional Listed Property Statement
Continuation Statement

(a) Type of property	(b) Svc Date	(c) Use %	(d) Cost basis	(e) Depr. Basis	(f) Rec. Period	(g) Method	(h) Depr. Deduc.	(i) Elected Section 179 Cost
'00 Ford F250	10/01/2011	100.00	4,200.	4,200.	5.00	200 DB-MQ	0.	
'01 Ford F150: 1FTRF17W21KF03640	10/01/2011	100.00	1,600.	1,600.	5.00	200 DB-MQ	0.	
'99 Ford F350	10/01/2011	100.00	5,025.	5,025.	5.00	150 DB-MQ	0.	
'04 Chevy Colorado	10/01/2011	100.00	2,700.	2,700.	5.00	200 DB-HY	0.	
'05 Chevy Colorado	10/01/2011	100.00	5,450.	5,450.	5.00	200 DB-HY	0.	
'00 Ford Econline	10/01/2011	100.00	1,075.	1,075.	5.00	200 DB-MQ	0.	
'11 Impala - Jay	11/01/2011	100.00	20,634.	20,634.	5.00	200 DB-MQ	1,775.	
'08 Express	10/07/2011	100.00	14,000.	14,000.	5.00	200 DB-MQ	0.	
'07 Express	11/01/2011	100.00	12,000.	12,000.	5.00	200 DB-MQ	0.	
'07 Chevy Colorado VIN 0321	06/04/2012	100.00	10,420.	10,420.	5.00	200 DB-HY	0.	
'09 Chevy Colorado VIN 9032	06/04/2012	100.00	9,405.	9,405.	5.00	200 DB-HY	0.	
'08 Chevy Colorado VIN 3946	07/23/2012	100.00	13,212.	13,212.	5.00	200 DB-HY	0.	
'12 Chevy Impala Colorado Truck	08/03/2012	100.00	34,017.	34,017.	5.00	200 DB-HY	1,875.	
'09 Chevy Colorado	03/26/2013	100.00	8,455.	8,455.	5.00	200 DB-MQ	108.	
'09 Chevy Colorado	06/26/2013	100.00	8,935.	8,935.	5.00	200 DB-MQ	317.	

Line 26 Additional Listed Property Statement

Continuation Statement[illegible]

199A Worksheet by Activity

2018

► Keep for your records

Name as Shown on Return

Ryan's Electrical Services, LLC

Employer Identification No.

[REDACTED]

Activity 1120S Line 21

Check if activity is NOT a qualified trade/business . . ☐

1 Qualified Business Income

1 a -182,539.

Adjustments

b

Adjusted Qualified Business Income

1 c

-182,539.

2 a Wages

2 a 1,875,245.

b Adjustments

b

c Adjusted Wages

2 c

1,875,245.

3 a Unadjusted Basis Immediately after Acquisition

3 a 616,952.

b Adjustments

b

c Adjusted UBIA

3 c

616,952.

4 Specified Service Trade or Business? ☐ Yes

☒ No


**Application for Automatic Extension of Time To File Certain
Business Income Tax, Information, and Other Returns**

OMB No. 1545-0233

► File a separate application for each return.

► Go to www.irs.gov/Form7004 for instructions and the latest information.

**Print
or
Type**

Name	Identifying number
Ryan's Electrical Services, LLC	
Number, street, and room or suite no. (If P.O. box, see instructions.)	
2917 Falls Ave,	
City, town, state, and ZIP code (If a foreign address, enter city, province or state, and country (follow the country's practice for entering postal code).)	
Waterloo IA 50701	

Note: File request for extension by the due date of the return. See instructions before completing this form.

Part I Automatic Extension for Certain Business Income Tax, Information, and Other Returns. See instructions.

1 Enter the form code for the return listed below that this application is for **2 5**

Application Is For:	Form Code	Application Is For:	Form Code
Form 706-GS(D)	01	Form 1120-ND (section 4951 taxes)	20
Form 706-GS(T)	02	Form 1120-PC	21
Form 1041 (bankruptcy estate only)	03	Form 1120-POL	22
Form 1041 (estate other than a bankruptcy estate)	04	Form 1120-REIT	23
Form 1041 (trust)	05	Form 1120-RIC	24
Form 1041-N	06	Form 1120S	25
Form 1041-QFT	07	Form 1120-SF	26
Form 1042	08	Form 3520-A	27
Form 1065	09	Form 8612	28
Form 1066	11	Form 8613	29
Form 1120	12	Form 8725	30
Form 1120-C	34	Form 8804	31
Form 1120-F	15	Form 8831	32
Form 1120-FSC	16	Form 8876	33
Form 1120-H	17	Form 8924	35
Form 1120-L	18	Form 8928	36
Form 1120-ND	19		

Part II All Filers Must Complete This Part

- 2 If the organization is a foreign corporation that does not have an office or place of business in the United States, check here ☐
- 3 If the organization is a corporation and is the common parent of a group that intends to file a consolidated return, check here ☐
If checked, attach a statement listing the name, address, and employer identification number (EIN) for each member covered by this application.
- 4 If the organization is a corporation or partnership that qualifies under Regulations section 1.6081-5, check here . . . ☐
- 5a The application is for calendar year 2018, or tax year beginning _____, 20____, and ending _____, 20____.
- b **Short tax year.** If this tax year is less than 12 months, check the reason: ☐ Initial return ☐ Final return
☐ Change in accounting period ☐ Consolidated return to be filed ☐ Other (See instructions—attach explanation.)
- | | | |
|--|---|---|
| 6 Tentative total tax | 6 | 0 |
| 7 Total payments and credits. See instructions | 7 | 0 |
| 8 Balance due. Subtract line 7 from line 6. See instructions | 8 | 0 |

For Privacy Act and Paperwork Reduction Act Notice, see separate instructions.

Cat. No. 13804A

Form **7004** (Rev. 12-2018)

Shareholder's Basis Statement**2018**

► Note to Shareholder: Keep for your records

Shareholder's name <u>Ryan J. Etten</u>	Identifying Number <u>[REDACTED]</u>
Corporation's name <u>Ryan's Electrical Services, LLC</u>	Employer ID Number <u>[REDACTED]</u>

Part I – ElectionSpecial ordering election under Reg. Section 1.1367-1(g) has been made ☐**Part II – Stock Basis**

1	Beginning of year stock basis	1	0.
2	Capital contributions	2	
3	Income items	3	
4	Add lines 1 through 3	4	0.
5	Distributions (not to exceed line 4)	5	
6	Subtract line 5 from line 4	6	0.
7	<input type="checkbox"/> Loss items (not to exceed line 6) or		
	<input checked="" type="checkbox"/> Nondeductible expenses (not to exceed line 6)	7	0.
8	Subtract line 7 from line 6	8	0.
9	<input type="checkbox"/> Nondeductible expenses (not to exceed line 8) or		
	<input checked="" type="checkbox"/> Loss items (not to exceed line 8)	9	0.
10	Subtract line 9 from line 8	10	0.
11	Loan basis restoration	11	0.
12	End of year stock basis (subtract line 11 from line 10)	12	0.

Part III – Loan Balance

13	Beginning of year loan balance	13	
14	Current year loans to corporation	14	
15	Loan repayments	15	
16	End of year loan balance	16	

Part IV – Loan Basis

17	Beginning of year loan basis	17	0.
18	Loan basis restoration	18	0.
19	Current year loans to corporation	19	
20	Add lines 17 through 19	20	0.
21	Loan repayments in full ►		
	If reduced basis loan, portion allocated to income ►		
	Note: add above portion of loan repayment allocated to income to appropriate category of income, ordinary income, or long or short term capital gain on shareholder's return		
	Portion of loan repayment allocated to loan basis (not to exceed line 20)	21	0.
22	Subtract line 21 from line 20	22	0.
23	<input type="checkbox"/> Excess loss items (not to exceed line 22) or		
	<input checked="" type="checkbox"/> Excess nondeductible expense items (not to exceed line 22)	23	0.
24	Subtract line 23 from line 22	24	0.
25	<input type="checkbox"/> Excess nondeductible expense items (not to exceed line 24) or		
	<input checked="" type="checkbox"/> Excess loss items (not to exceed line 24)	25	0.
26	End of year loan basis (subtract line 25 from line 24)	26	0.

Part V – Total Basis

27	Total end of year stock basis and loan basis	27	0.
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Part VI – Loss Carryovers

28	Loss items carried over to next year	28	182,907.
29	Nondeductible expense items carried over to next year	29	0.

Ryan J. Etten

Page 2

Part VII – Income Items

30	Items of income from Schedule K-1:		
Total income items		30	

Part VIII– Loss and Expense Items

31	Items of loss and expense from Schedule K-1:		
	Ordinary loss from trade or business activities		182,539.
	Charitable contributions		368.
Total loss and expense items		31	182,907.

Part IX –Nondeductible Expense Items

32	Nondeductible expenses		35,022.
Total nondeductible expense items		32	35,022.

► Keep for your records

Name Ryan's Electrical Services, LLC	Employer Identification No. [REDACTED]
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Ordinary Income (Loss)	2018		2017		Difference 2018 - 2017	
	Amount	% of Total Income	Amount	% of Total Income	Amount	%
1 a Gross receipts or sales . . .	5,367,532.		5,039,202.		328,330.	6.52
b Less returns and allowances	6,800.				6,800.	
c Net receipts ►	5,360,732.		5,039,202.		321,530.	6.38
2 Cost of goods sold (Form 1125-A)	3,672,449.		3,284,450.		387,999.	11.81
3 Gross profit ►	1,688,283.		1,754,752.		-66,469.	-3.79
4 Net gain or loss (Form 4797)			12,889.		-12,889.	-100.00
5 Other income			154,615.		-154,615.	-100.00
6 Total income (loss) ►	1,688,283.	100.00	1,922,256.	100.00	-233,973.	-12.17

Deductions

7 Compensation of officers	160,037.	9.48	162,619.	8.46	-2,582.	-1.59
8 Salaries & wages (less employment credits)	702,995.	41.64	636,539.	33.11	66,456.	10.44
9 Repairs & maintenance . . .	7,214.	0.43	8,048.	0.42	-834.	-10.36
10 Bad debts	78.	0.00	78.	0.00	0.	0.00
11 Rents	102,855.	6.09	106,304.	5.53	-3,449.	-3.24
12 Taxes and licenses	165,214.	9.79	170,940.	8.89	-5,726.	-3.35
13 Interest	117,525.	6.96	79,650.	4.14	37,875.	47.55
14 a Depreciation (Form 4562)	50,897.	3.01	97,581.	5.08	-46,684.	-47.84
b Less Depreciation on Sch A and elsewhere		0.00		0.00		
c Net depreciation	50,897.	3.01	97,581.	5.08	-46,684.	-47.84
15 Depletion (not oil/gas) . . .		0.00		0.00		
16 Advertising	254.	0.02	4,323.	0.22	-4,069.	-94.12
17 Pension, profit-sharing, etc. plans		0.00		0.00		
18 Employee benefit programs	62,796.	3.72	40,092.	2.09	22,704.	56.63
19 Other deductions	500,957.	29.67	437,315.	22.75	63,642.	14.55
20 Total deductions ►	1,870,822.	110.81	1,743,489.	90.70	127,333.	7.30
21 Ordinary income (loss) from trade/business ►	-182,539.	-10.81	178,767.	9.30	-361,306.	-202.11

Tax

22 a Excess net passive income tax or LIFO recapture tax		0.00		0.00		
b Tax from Schedule D		0.00		0.00		
Additional taxes		0.00		0.00		
c Total tax ►		0.00		0.00		

Tax Payments and Credits

23 d Total payments and credits	0.	0.00	0.	0.00	0.	
24 Estimated tax penalty		0.00		0.00		
25 Tax due	0.	0.00	0.	0.00	0.	
26 Overpayment	0.	0.00	0.	0.00	0.	

Schedule K Items Income (Loss)		2018	2017	Difference 2018 - 2017	
				Amount	%
1	Ordinary business income (loss)	-182,539.	178,767.	-361,306.	-202.11
2	Net rental real estate income (loss)				
3	Other net rental income (loss)				
4	Interest income				
5 a	Dividends - ordinary				
b	Dividends - qualified				
6	Royalty income				
7	Net short-term capital gain (loss)				
8	Net long-term capital gain (loss)				
9	Net section 1231 gain (loss)		0.	0.	
10	Other income (loss)				

Schedule K Items (continued)	2018	2017	Difference 2018 - 2017	
			Amount	%
Deductions				
11 Section 179 expense deduction				
12 a Charitable contributions	368.	639.	-271.	-42.41
b Interest expense on investment debts				
c Section 59(e)(2) expenditures				
d Other deductions		0.	0.	
Credits				
13 a Low-income housing credit (section 42(j)(5)).				
b Low-income housing credit (other)				
c Qualified rehabilitation expenditures (rental real estate).				
d Other rental real estate credits				
e Other rental credits				
f Credit for alcohol used as fuel				
g Other credits				
Foreign Taxes				
14 b Gross income from all sources				
c Gross inc. sourced at shareholder level				
Foreign gross income sourced at corporate level:				
d Passive				
e Listed categories.				
f General limitation				
Deductions allocated and apportioned at shareholder level:				
g Interest expense				
h Other				
Deductions allocated and apportioned at corp level to fgn source income:				
i Passive				
j Listed categories.				
k General limitation				
l Foreign taxes paid or accrued				
m Reduction in taxes available for credit				
Alternative Minimum Tax (AMT) Items				
15 a Post-1986 depreciation adjustment	3,315.	-3,633.	6,948.	191.25
b Adjusted gain or loss		-3,085.	3,085.	100.00
c Depletion (other than oil and gas)				
d Oil, gas, and geothermal properties - gross income.				
e Oil, gas, and geothermal properties - deductions				
f Other AMT items				
Items Affecting Shareholder Basis				
16 a Tax-exempt interest income				
b Other tax-exempt income				
c Nondeductible expenses	35,022.	62,112.	-27,090.	-43.61
d Property distributions				
e Repayment of loans from shareholders				
Other Information				
17 a Investment income.				
b Investment expenses				
c Dividend distributions paid from E & P				
Income (loss)	-182,907.	178,128.	-361,035.	-202.68

Ryan's Electrical Services, LLC

Balance Sheet

03/24/20

As of February 29, 2020

Accrual Basis

	Feb 29, 20
ASSETS	
Current Assets	
Checking/Savings	
1st Security Bank Checking	1,533.79
Community State Bank	1,555.56
US Bank Checking	30,408.40
zClearing Account	-0.01
Total Checking/Savings	33,497.74
Accounts Receivable	
Accounts Receivable	390,984.60
Allowance for Doubtful Accts	-10,000.00
Total Accounts Receivable	380,984.60
Other Current Assets	
Deposits Receivable	131.25
Employee Receivable	-154.13
Inventory	281,473.10
Inventory Asset	3.08
Other Receivable	-471.74
Prepaid Expenses	8,400.00
Retention Receivable	24,198.10
Under Billings	-85,523.11
Total Other Current Assets	228,056.55
Total Current Assets	642,538.89
Fixed Assets	
Furniture and Equipment	108,040.38
Leasehold Improvements	16,000.00
Vehicles	760,417.58
Accumulated Depreciation	-465,716.63
Total Fixed Assets	418,741.33
Other Assets	
Clearing Acct	-71.81
Loan to Shareholder	143,106.67
Security Deposits	3,750.00
Total Other Assets	146,784.86
TOTAL ASSETS	1,208,065.08
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	360,298.77
Total Accounts Payable	360,298.77
Credit Cards	
BlueVine	115,834.11
Amer Express Credit Card- 11009	49,658.82
Community State Bank CreditCard	45,773.52
Home Depot Credit Card - 8693	9,704.55
US Bank Credit Card - 4128 RE	34,629.13
Total Credit Cards	255,600.13

5:42 PM
03/24/20
Accrual Basis

Ryan's Electrical Services, LLC
Balance Sheet
As of February 29, 2020

	Feb 29, 20
Other Current Liabilities	
*Direct Deposit Liabilities	245.31
401(k) Payable	50,148.10
Accrued Interest Payable	3,475.00
Accrued Payroll Taxes	122.00
Accrued Vacation	45,438.19
Customer Deposits Received	79.50
Direct Deposit Liabilities	-51,663.06
Insurance Payable	
Dental Insurance Payable	-1,875.15
Health Insurance Payable	-23,880.11
Life Insurance Payable	-53.12
Long Term Disability	369.87
Short Term Disability	-427.63
Vision Insurance	-962.32
Total Insurance Payable	-26,828.46
Payroll Liabilities	357,222.26
Sales Tax Payable	9,537.53
Total Other Current Liabilities	387,776.37
Total Current Liabilities	1,003,675.27
Long Term Liabilities	
Ally - 7551 Silverado	26,461.62
Ally - 5762 Malibu	18,108.31
Ally - 9716 Express	24,716.99
Ally - 8559 Express Van	22,424.26
Business Loan	2,000.00
CSB - Auto Loan - 8586	96,432.63
CSB Line of Credit - 8547	697,029.84
Echo Material	415,912.00
Fifth Third Bank	40,282.85
GM Financial - 0899	26,383.55
GM Financial - 1210 Silverado	33,999.07
GM Financial - 2018 Malibu	15,984.07
Total Long Term Liabilities	1,419,735.19
Total Liabilities	2,423,410.46
Equity	
Beginning Bal Equity	-90,594.61
Capital Stock	100.00
Owner's Distributions	47,457.81
Owner's Draw	-4,329.61
Retained Earnings	-1,007,658.22
Net Income	-160,320.75
Total Equity	-1,215,345.38
TOTAL LIABILITIES & EQUITY	1,208,065.08

Name Ryan Etten
Location

CASHFLOW PROJECTION - YEAR 1

	CASHFLOW PROJECTION - YEAR 1												
	19-Jan	19-Feb	19-Mar	19-Apr	19-May	19-Jun	19-Jul	19-Aug	19-Sep	19-Oct	19-Nov	19-Dec	TOTAL
STARTUP													
CASH ON HAND	46373	236466	364402	214563	159385	96323	-101412	-111042	-88995	-43203	-113166	-187285	3376929 Total Sales
SALES,	373498	352936	206457	240305	293391	226385	328330	481515	382065	162211	179746	150090	3376929
SALES,	0	0	0	0	0	0	0	0	0	0	0	0	0
LESS: CHARGE SALES	0	0	0	0	0	0	0	0	0	0	0	0	0
CRED. ACCTS. COLLEC	0	0	0	0	0	0	0	0	0	0	0	0	0
LOAN PRO.	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL MONTH REVEN	373498	352936	206457	240305	293391	226385	328330	481515	382065	162211	179746	150090	3376929
TOTAL CAS	419871	589402	570859	454868	452776	322708	226918	370473	293070	119008	66580	-37195	

OPERATING EXPENSES													
PURCHASES	102835	144430	275726	214913	275883	343550	257390	378898	255703	151604	173295	138835	2713062
PURCHASE	0	0	0	0	0	0	0	0	0	0	0	0	0
WAGES/EMP INS/TAXI	552528	525228	525228	525228	525228	525228	525228	525228	525228	525228	525228	525228	630336
PAYROLL EXP.	0	0	0	0	0	0	0	0	0	0	0	0	0
OUTSIDE SERVICES	0	0	0	0	0	0	0	0	0	0	0	0	0
SUPPLIES, office	\$1,158	1158	1158	1158	1158	1158	1158	1158	1158	1158	1158	1158	13896
VEHICLE LEASES	\$8,255	8255	8255	8255	8255	8255	8255	8255	8255	8255	8255	8255	99060
ADVERTISING	0	0	0	0	0	0	0	0	0	0	0	0	0
FUEL	\$3,725	3725	3725	3725	3725	3725	3725	3725	3725	3725	3725	3725	44700
ACCOUNTING, LEGAL	0	0	0	0	0	0	0	0	0	0	0	0	0
RENT	\$7,594	7594	7594	7594	7594	7594	7594	7594	7594	7594	7594	7594	91128
CELL PHONE	\$1,200	1200	1200	1200	1200	1200	1200	1200	1200	1200	1200	1200	14400
UTILITIES	\$1,000	1000	1000	1000	1000	1000	1000	1000	1000	1000	1000	1000	12000
VEHICLE MAINTENANCE	\$536	536	536	536	536	536	536	536	536	536	536	536	6432
POSTAGE	\$20	20	20	20	20	20	20	20	20	20	20	20	240
DUES	\$406	406	406	406	406	406	406	406	406	406	406	406	4872
supplies, plant	0	0	0	0	0	0	0	0	0	0	0	0	0
Employee benefits	\$4,148	4148	4148	4148	4148	4148	4148	4148	4148	4148	4148	4148	49776
Printing	0	0	0	0	0	0	0	0	0	0	0	0	0
other expense	0	0	0	0	0	0	0	0	0	0	0	0	0
Bank charges	\$0	0	0	0	0	0	0	0	0	0	0	0	0
INTEREST r	0	0	0	0	0	0	0	0	0	0	0	0	0
INTEREST note #2	0	0	0	0	0	0	0	0	0	0	0	0	0
INTEREST note #3	0	0	0	0	0	0	0	0	0	0	0	0	0
INTEREST note #4	0	0	0	0	0	0	0	0	0	0	0	0	0
INTEREST note #5	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Exp	183405	225000	356296	295483	356453	424120	337960	459468	336273	232174	253865	219405	3679902
SUBTOTAL	\$0	\$236,466	\$364,402	\$214,563	\$159,385	\$96,323	(\$101,412)	(\$111,042)	(\$68,995)	(\$43,203)	(\$113,166)	(\$187,285)	(\$256,600)
OWNERS WITHDRAW													\$3,679,902
LOAN PRINCIPAL PYM	0	0	0	0	0	0	0	0	0	0	0	0	0
LOAN PRINCIPAL PYM	0	0	0	0	0	0	0	0	0	0	0	0	0
LOAN PRINCIPAL PYM	0	0	0	0	0	0	0	0	0	0	0	0	0
LOAN PRINCIPAL PYM	0	0	0	0	0	0	0	0	0	0	0	0	0
LOAN PRINCIPAL PYM	0	0	0	0	0	0	0	0	0	0	0	0	0
CAPITAL EY	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL CAS	0	183405	225000	356296	295483	356453	424120	337960	459468	336273	232174	253865	3679902
CASH POSI	0	236466	364402	214563	159385	96323	-101412	-111042	-88995	-43203	-113166	-187285	-256600